

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **WEDNESDAY, MARCH 23, 2005**, upon the application of **CHESAPEAKE OPERATING, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Lower Cotton Valley Formation, Reservoir A; the Cotton Valley "D" Zone; and the Hosston (Travis Peak) Zone**, in the Sligo Field, Bossier Parish, Louisiana.

1. To permit Applicant to drill, designate and utilize seven (7) additional alternate unit wells for HOSS TP SUB at the locations shown on the plat submitted with the application, with the location of the proposed USA No. 39 Well being in lieu of the location approved for this well by Office of Conservation Order No. 8-B-116, effective December 17, 2003.
2. To permit Applicant to drill, designate and utilize eight (8) additional alternate unit wells for CV D SUH at the locations shown on the plat submitted with the application, with the location of the proposed USA No. 39 Well being in lieu of the location approved for this well by Office of Conservation Order No. 8-B-119, effective December 17, 2003.
3. To permit Applicant to drill, designate and utilize eight (8) additional alternate unit wells for LCV RA SUT at the locations shown on the plat submitted with the application, with the location of the proposed USA No. 39 Well being in lieu of the location approved for this well by Office of Conservation Order No. 8-K-18, effective December 17, 2003.
4. To permit Applicant to drill, designate and utilize seven (7) additional alternate unit wells for HOSS TP SUC at the locations shown on the plat submitted with the application.
5. To permit Applicant to drill, designate and utilize eleven (11) additional alternate unit wells for HOSS TP SUD at the locations shown on the plat submitted with the application, with the location of the proposed USA No. 41 Well being in lieu of the location approved as the USA No. 31 Well by Office of Conservation Order No. 8-B-80, effective September 11, 2001.
6. To permit Applicant to drill, designate and utilize eleven (11) additional alternate unit wells for CV D SUJ at the locations shown on the plat submitted with the application, with the location of the proposed USA No. 41 being in lieu of the location approved as the USA No. 31 Well by Office of Conservation Order No. 8-B-82, effective September 11, 2001.
7. To permit Applicant to drill, designate and utilize eleven (11) additional alternate unit wells for LCV RA SUV at the locations shown on the plat submitted with the application, with the location of the proposed USA No. 41 Well being in lieu of the location approved as the USA No. 31 Well by Office of Conservation Order No. 8-K-10, effective September 11, 2001.
8. To permit Applicant to drill, designate and utilize a substitute unit well and six (6) alternate unit wells for LCV RA SUW at the locations shown on the plat submitted with the application.
9. To approve exceptions to the well location provisions of Office of Conservation Order No. 8-B, effective September 1, 1956 and Office of Conservation Order No. 8-K, effective October 16, 1990, for any of the proposed wells, the location of which does not comply with the well location provisions in said Orders.

SLIGO FIELD
05-366 thru 05-373

10. To find that each of the proposed substitute and alternate unit wells is necessary to efficiently and economically drain a portion of the unit on which it is proposed to be drilled which cannot be efficiently and economically drained by any existing well on such unit.

11. To consider such other matters as may be pertinent.

The Lower Cotton Valley Formation, Reservoir A, was redefined in Office of Conservation Order No. 8-K-3, effective April 9, 1998, as to the units LCV RA SUT, LCV RA SUV and LCV RA SUW.

The Cotton Valley "D" Zone and the Hosston (Travis Peak) Zone were defined in Office of Conservation Order No. 8-B, effective September 1, 1956.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

Baton Rouge, La

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN FIVE (5) WORKING DAYS OF THE HEARING DATE.